

**TENNESSEE GENERAL ASSEMBLY
FISCAL REVIEW COMMITTEE**



FISCAL NOTE

HB 251 - SB 351

March 30, 2015

SUMMARY OF BILL: Authorizes the sale of asphalt produced at a facility operated by any county to be sold to any municipality or other county department or entity within the county. Requires counties operating asphalt facilities to maintain a list of individuals or entities that purchase such asphalt products from the county.

ESTIMATED FISCAL IMPACT:

Increase Local Revenue – Exceeds \$3,000/Permissive

Decrease Local Expenditures – Exceeds \$3,000/Permissive

Assumptions:

- Based on information from the County Technical Assistance Service (CTAS) and Municipal Technical Advisory Service (MTAS), this bill will allow municipalities and other county entities within the county to purchase asphalt at lower rates while allowing the county-operated asphalt facility to sell more asphalt.
- Due to multiple unknown variables, including but not limited to, how many counties currently operate asphalt facilities, the rate such facilities will charge intra-county entities for asphalt, and the rate such entities would have otherwise been charged for asphalt products provided by another private asphalt facility, the recurring decrease in municipal expenditures and the offsetting recurring increase in county revenue cannot be determined with precision. However, both are reasonably estimated to exceed \$3,000 per year statewide.
- Any increase in local expenditures to maintain a list of individuals purchasing asphalt is estimated to be not significant.

CERTIFICATION:

The information contained herein is true and correct to the best of my knowledge.

A handwritten signature in dark ink, reading "Jeffrey L. Spalding".

Jeffrey L. Spalding, Executive Director

/rnc